

**GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA**

UNSTARRED QUESTION NO:2823
ANSWERED ON:12.12.2005
MOU FOR IMPORT OF UREA
Khairi Shri Chandrakant Bhaurao

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

- (a) the number of Memoranda of Understanding (MoU) signed between the Ministry and foreign companies for import of urea and other fertilizers as on date;
- (b) the details of terms of agreements of each such company;
- (c) the value of orders placed by the Government for the purchase of Urea from the international market; and
- (d) the names of Indian agencies, which have been selected for the import deals?

Answer

THE MINISTER OF CHEMICALS AND FERTILIZERS AND MINISTER OF STEEL (SHRI RAM VILAS PASWAN)

(a) to (d) Urea is the only fertilizer under Statutory Price and partial movement control. Its import is restricted and made through State Trading Enterprises i.e. MMTC, STC and IPL. Government imports urea to bridge the gap between assessed demand & supply through these State Trading Enterprises. Till date Department of Fertilizers has requested to MMTC & IPL to arrange imports of 7.50 lakh MT urea on Government Account during the current financial year. Details of contracts entered into by these two agencies are in Annexure.

Besides this, Department of Fertilizers has also entered into a Urea Off Take Agreement (UOTA) with Oman India Fertilizer Company, a joint venture of Oman Oil company and IFFCO & KRIBHCO to lift 100% production of the granular urea produced by the company during the first 15 years at the pre determined fixed price. The Company has started its commercial production w.e.f.14.07.2005. The FOB price for the first year is US \$ 150 per MT.

Annexure

Annexure referred in reply of Lok Sabha un-starred question No.2823 to be answered on 12.12.2005.

IPL

S.No.	Contract Date	Name of foreign supplier (MTs)	Qty (USD)	Rate/Pmt (USD)	Amount
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1. 28.10.05 M/s Transammonia, Switzerland 49509.997 256.50 (CNF) 12,699,314.23
2. 23.11.05 M/s Ruwais Fertilizers, UAE 15000.000 253.00 (FOB) 3,795,000.00
3. 23.11.05 M/s Helm, Germany 60000.000 255.50 (CNF) 15,330,000.00
30-50000 268.00 (CNF) 13,400,000.00
4. 23.11.05 M/s SABIC, Saudi Arabia 30000.00 253.00 (FOB) 7,590,000.00
5. 24.11.05 M/s SABIC, Saudi Arabia 40000.00 246.00 (FOB) 9,840,000.00
6. 01.12.05 M/s Helm, Germany 30000.00 256.50 (CNF) 7,695,000.00

MMTC

S.No.	Quantity MT	Value Rs Crores
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1. M/s Helm	255247	299.38
2. M/s QAFCO	67677	74.83
3. M/s SABIC	20529	22.27
4. M/s Ruwais	35809	40.23
5. M/s Transammonia	60500	72.92
TOTAL	439762	509.63